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UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA
WESTERN DIVISION

ZHANGJIAGANG HONGYE GARMENT
CO., LTD.,

Plaintiff,

v.

ALL IN LOVE APPAREL, CORP.,

Defendant.

CASE NO. 25-cv-1533

COMPLAINT FOR:
BREACH OF CONTRACT

Plaintiff ZHANGJIAGANG HONGYE GARMENT CO., LTD., (“Hongye Garment”) files this Complaint against Defendant ALL IN LOVE APPAREL, CORP. (“All In Love Apparel”) and alleges as follows:

INTRODUCTION

1. This action arises from a series of purchase orders in which Plaintiff Hongye Garment manufactured and delivered high-quality clothing to Defendant All In Love Apparel, enabling the Defendant to resell these goods throughout the United States.

2. Hongye Garment delivered the clothing in full compliance with the terms and specifications outlined in the purchase order agreements.

3. Although All In Love Apparel initially made partial payments, it became increasingly delinquent and ultimately ceased making any payments whatsoever, despite repeated assurances to Hongye Garment that it would do so.

4. Despite numerous written and verbal inquiries and formal demands for payment,

1 All In Love Apparel has failed to provide any credible or sufficient justification that would
2 excuse its ongoing nonpayment. Although Defendant has claimed internal financial difficulties
3 and suggested Plaintiff “wait” or even “purchase operating rights” to expedite payment, these
4 assertions do not negate its obligation to pay for goods already delivered.

5 5. All In Love Apparel has no legitimate or reasonable basis for withholding
6 payments from Hongye Garment, as the goods were delivered timely and in full compliance
7 with the agreed-upon purchase orders. Defendant’s references to “economic downturn” and
8 internal management changes do not absolve it of its contractual obligations.

9 6. Hongye Garment brings this action to recover the unpaid balance of
10 \$1,141,820.26, along with additional damages such as accrued interest, costs, and attorneys’
11 fees, all stemming from All In Love’s material breach of the purchase order agreements.

12 **THE PARTIES**

13 7. Plaintiff Hongye Garment is a limited liability company organized under the laws
14 of the People’s Republic of China. Its principal place of business is at No. 2, Xizhang Xican
15 South Road, Fenghuang Town, Zhangjiagang, Jiangsu Province, China.

16 8. On information and belief, Defendant is a New York Domestic Business
17 Corporation. Its principal place of business is 1390 E Burnett Street #F, Signal Hill, CA 90755,
18 United States.

19 **JURISDICTION AND VENUE**

20 9. This Court has subject matter jurisdiction pursuant to 28 U.S.C. § 1332, as there
21 is diversity of citizenship between the parties, and the amount in controversy exceeds \$75,000,
22 exclusive of interest and costs.

23 10. Venue is proper under 28 U.S.C. § 1391(b)(2) because a substantial portion of
24 the events or omissions that form the basis of this claim occurred within this judicial district.

25 11. The purchase orders between Hongye Garment and All In Love Apparel contain
26 a forum selection clause specifying that disputes will be resolved exclusively in the state and
27 federal courts located in California.
28

FACTUAL ALLEGATIONS

12. Hongye Garment ships and manufactures high-quality clothing.

13. All In Love Apparel has been consistently purchasing clothing from Hongye Garment since January 3, 2023, under an ongoing business relationship formalized through purchase orders.

14. Each transaction is formalized through a detailed purchase order (“PO”) generated by All In Love Apparel and submitted to Hongye Garment for fulfillment.

15. A true and correct copy of a sample PO is attached hereto as Exhibit A and is incorporated herein by reference.

16. Hongye Garment fulfilled 715 POs submitted by All In Love Apparel from January 3, 2023 to July 11, 2024.

17. Hongye Garment fulfilled these 715 POs through 47 separate shipments, as documented by corresponding bills of lading.

18. Attached hereto as Exhibit B is a true and correct copy of a sample bill of lading, which is incorporated herein by reference.

19. The total value of all POs was \$1,989,638.26. All In Love Apparel paid \$847,818.00, leaving an unpaid balance of \$1,141,820.26 owed to Hongye Garment.

20. Between November 2024 and February 2025, a representative of All In Love Apparel repeatedly acknowledged that the company was experiencing significant financial difficulties and could not provide a firm timeline for payment. These communications included suggestions that Hongye Garment should “wait for the company’s next steps” or even purchase All In Love Apparel’s “operating rights” to expedite eventual payment, despite Hongye Garment having fully performed its obligations under the purchase orders.

21. In these communications, All In Love Apparel offered no legitimate justification for its refusal to pay and instead proffered various excuses related to internal financial struggles. Hongye Garment requested clarity and immediate payment; however, All In Love Apparel failed to provide a definitive plan, thereby exacerbating the harm to Hongye Garment.

CAUSES OF ACTION

COUNT I

BREACH OF CONTRACT

22. Hongye Garment re-alleges and incorporates by reference every allegation in this Complaint as though set forth fully herein.

23. All In Love Apparel purchased clothing from Hongye Garment through a series of POs.

24. Hongye Garment fully performed, or substantially performed, all of its obligations as specified in the POs.

25. All conditions precedent to Hongye Garment's claims have been satisfied or have occurred.

26. All In Love Apparel breached its obligations under the POs by failing to remit full payment as required.

27. The purchase orders include a contractual provision stating, "THE PREVAILING PARTY IN A CLAIM SHALL BE ENTITLED TO ATTORNEY'S FEES AND COSTS." Hongye Garment has retained counsel to enforce its rights under the purchase orders, and pursuant to this provision, Hongye Garment seeks to recover its reasonable attorneys' fees and costs from All In Love Apparel as the prevailing party in this action.

28. As a direct result of All In Love Apparel's failure to fulfill its payment obligations, Hongye Garment has suffered damages totaling \$1,141,820.26.

COUNT II

UNJUST ENRICHMENT

29. Plaintiff incorporates by reference all preceding paragraphs of this Complaint as though fully set forth herein.

30. This claim is pleaded as an alternative to Count I in the event the validity or enforceability of the purchase orders is challenged.

31. Hongye Garment conferred a benefit on All In Love Apparel by manufacturing and delivering high-quality clothing for the benefit of All In Love Apparel.

32. All In Love Apparel knowingly accepted and retained the benefit of these goods without paying the full value for them.

33. All In Love Apparel's retention of the benefit conferred by Hongye Garment is unjust under the circumstances, as the clothing was delivered in full compliance with the purchase orders, and All In Love Apparel has failed to pay the remaining balance.

34. As a result, Hongye Garment has suffered damages in the amount of \$1,141,820.26, for which All In Love Apparel is liable.

COUNT III

QUANTUM MERUIT

35. Plaintiff incorporates by reference all preceding paragraphs of this Complaint as though fully set forth herein.

36. This claim is pleaded as an alternative to Count I in the event the validity or enforceability of the purchase orders is challenged.

37. Hongye Garment rendered valuable services by manufacturing and delivering goods to All In Love Apparel at its request.

38. All In Love Apparel accepted and benefited from these goods, knowing that Hongye Garment expected to be paid for them.

39. It would be inequitable for All In Love Apparel to retain the benefit of the goods without paying Hongye Garment the reasonable value of \$1,141,820.26.

40. As a result, Hongye Garment is entitled to recover \$1,141,820.26 in damages, plus accrued interest, costs, and attorneys' fees.

COUNT IV

BREACH OF THE IMPLIED COVENANT OF GOOD FAITH AND FAIR DEALING

41. Plaintiff incorporates by reference all preceding paragraphs of this Complaint as though fully set forth herein.

42. This claim arises from the implied covenant of good faith and fair dealing inherent in the purchase orders. It complements Count I (Breach of Contract) and addresses All In Love Apparel's bad faith conduct.

43. In entering into the purchase orders, Hongye Garment and All In Love Apparel were bound by an implied covenant of good faith and fair dealing.

44. All In Love Apparel acted in bad faith by making partial payments to induce

1 Hongye Garment to continue fulfilling purchase orders, even though it had no intention or
2 ability to pay the remaining balance. As revealed in multiple communications, All In Love
3 Apparel urged Hongye Garment to “purchase operating rights” or wait indefinitely,
4 underscoring its deliberate refusal to honor its contractual obligations.

5 45. All In Love Apparel’s actions unfairly interfered with Hongye Garment’s right to
6 receive the benefit of its contractual agreements.

7 46. As a result of All In Love Apparel’s bad faith conduct, Hongye Garment has
8 suffered damages in the amount of \$1,141,820.26, plus accrued interest, costs, attorneys’ fees,
9 and any additional damages the Court deems appropriate.

10 **JURY DEMAND**

11 47. Plaintiff hereby requests and demands a jury trial of all issues so triable.

12 **PRAYER FOR RELIEF**

13 WHEREFORE, Plaintiff Zhangjiagang Hongye Garment Co., Ltd. respectfully requests that the
14 Court issue the following relief:

- 15 1. Enter judgment against All In Love Apparel, Corp.;
 - 16 2. Issue an order compelling All In Love Apparel, Corp. to remit payment of its
17 overdue balance to Zhangjiagang Hongye Garment Co. Ltd;
 - 18 3. Award Zhangjiagang Hongye Garment Co., Ltd damages according to proof, but
19 not less than \$1,141,820.26;
 - 20 4. Award Zhangjiagang Hongye Garment Co., Ltd its reasonable attorneys’ fees;
 - 21 5. Award Zhangjiagang Hongye Garment Co., Ltd its costs and expenses, including
22 its costs of collection service fees and investigator fees;
 - 23 6. Award Zhangjiagang Hongye Garment Co., Ltd its pre- and post-judgment
24 interest under the applicable law; and
 - 25 7. Enter such other just and equitable relief as the Court deems appropriate.
- 26
27
28

1 DATED: February 21, 2025

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